



BURRTEC

WASTE INDUSTRIES, INC.

"We'll Take Care Of It"

February 28, 2020

Ms. Cindie Perry
Deputy Public Works Director
City of Riverside
8095 Lincoln Ave.
Riverside, CA 92504

RE: 2020 AMMRF Rate Adjustments

Dear Ms. Perry:

Enclosed are the disposal rate adjustments for the Robert A. Nelson Transfer Station effective July 1, 2020. The refuse, greenwaste, and food waste rates include cost adjustments related to the Consumer Price Index (CPI) and Riverside County landfill tip fees. Please find the attached calculation worksheets and the CPI index for Riverside-San Bernardino-Ontario.

Also, please accept this request as a follow up of the letters of October 17, 2019 and December 20, 2019, regarding the need to adjust the recyclables processing fee structure due to the global recycling market conditions and increasing labor costs. In addition to the depressed recyclables market, the California minimum wage increased again by an additional \$1 per hour on January 1, 2020. This increase is resulting in a \$3.15 per ton increase in the recyclables processing fee effective July 1, 2020. For your reference, below is the updated request of the recyclables processing fee structure.

Processing Fee	\$61.40 per ton (eff. 7/1/2020)
Material Rebate	30% net scrap and CRV value, negative value charged at 100%
Residue Disposal	\$52.81 per ton (eff. 7/1/2020)

As discussed in the October 17th and December 20th letters, and our meeting on December 11, 2019, the current recyclable processing fee structure is unsustainable due to the collapse and ongoing decline in recyclables markets and constantly increasing labor costs.

Please review and let us know if additional information is needed achieve approval of this request.

Sincerely,

Richard Crockett
Director of MRF and Transfer Operations

cc: Archie Washington
Bob Coon
Richard Niño

Agua Mansa MRF, LLC
 Robert A. Nelson Transfer Station
 July 1, 2020

Refuse Tip Fee Adjustment

<u>Components</u>	<u>Current Rate/Ton</u>	<u>July 1, 2020 Rate/Ton</u>
Service	\$ 19.24	\$ 19.24
CPI		0.58 (1)
Adjusted Service		\$ 19.82
Disposal	\$ 31.05	\$ 31.05
CPI		0.94 (2)
Riv. County Scheduled Increase (Year 1 of 4)		1.00
		32.99
Total	<u>\$ 50.29</u>	<u>\$ 52.81</u>

(1) Based on Riverside-San Bernardino-Ontario,
 All Urban Consumers CPI at January 2020 of 3.03%.

(2) County's Disposal Fee estimated to increase by 6.25% .

Agua Mansa MRF, LLC
 Robert A. Nelson Transfer Station
 July 1, 2020

Green Waste Tip Fee Adjustment
City of Riverside

<u>Components</u>	<u>Current Rate/Ton</u>	<u>July 1, 2020 Rate/Ton</u>	
Service	\$ 34.36	\$ 34.36	
CPI		1.04	(1)
Adjusted Service		\$ 35.40	
Land App/Disposal/Compost/ADC	\$ 15.72	\$ 15.72	
CPI		0.48	(1)
Adjusted Land App/Disposal/Compost/ADC		\$ 16.20	
Total	<u>\$ 50.08</u>	<u>\$ 51.60</u>	
Memo:			
Out of County	\$ 50.58	\$ 52.10	

(1) Based on Riverside-San Bernardino-Ontario,
 All Urban Consumers CPI at January 2020 of 3.03%.

Agua Mansa MRF, LLC
 Robert A. Nelson Transfer Station
 July 1, 2020

Food Waste Tip Fee Adjustment

<u>Components</u>	<u>Current Rate/Ton</u>	<u>July 1, 2020 Rate/Ton</u>
Disposal	\$ 84.24	\$ 84.24
CPI		2.55 (1)
Total	<u>\$ 84.24</u>	<u>\$ 86.79</u>

(1) Based on Riverside-San Bernardino-Ontario,
 All Urban Consumers CPI at January 2020 of 3.03%.

CONSUMER PRICE INDEXES PACIFIC CITIES AND U. S. CITY AVERAGE JANUARY 2020

(All items indexes. 1982-84=100 unless otherwise noted. Not seasonally adjusted.)

	All Urban Consumers (CPI-U)						Urban Wage Earners and Clerical Workers (CPI-W)															
	Indexes			Percent Change			Indexes			Percent Change												
				Year ending		1 Month ending				Year ending		1 Month ending										
	Jan 2019	Dec 2019	Jan 2020	Dec 2019	Jan 2020	Jan 2020	Jan 2019	Dec 2019	Jan 2020	Dec 2019	Jan 2020	Jan 2020										
MONTHLY DATA																						
U. S. City Average.....											251.712	256.974	257.971	2.3	2.5	0.4	245.133	250.452	251.361	2.3	2.5	0.4
West.....											265.624	272.584	273.340	2.8	2.9	0.3	257.040	263.892	264.573	2.7	2.9	0.3
West – Size Class A ¹											274.142	281.143	282.427	2.8	3.0	0.5	263.758	270.945	272.288	2.9	3.2	0.5
West – Size Class B/C ²											154.328	158.496	158.599	2.8	2.8	0.1	153.891	157.908	157.939	2.6	2.6	0.0
Mountain ³											102.715	106.399	106.588	3.3	3.8	0.2	103.028	106.438	106.544	3.1	3.4	0.1
Pacific ³											103.401	105.744	106.076	2.6	2.6	0.3	103.277	105.765	106.092	2.6	2.7	0.3
Los Angeles-Long Beach-Anaheim, CA.....											269.468	275.553	277.755	3.0	3.1	0.8	259.182	266.274	268.127	3.2	3.5	0.7
BI-MONTHLY DATA (Published for odd months)											Indexes			Percent Change			Indexes			Percent Change		
											Year ending		2 Months ending		Year ending		2 Months ending					
											Jan 2019	Nov 2019	Jan 2020	Nov 2019	Jan 2020	Jan 2019	Nov 2019	Jan 2020	Nov 2019	Jan 2020	Jan 2020	
Riverside-San Bernardino-Ontario, CA ³											103.991	106.573	107.143	2.9	3.0	0.5	104.062	106.824	107.580	3.0	3.4	0.7
San Diego-Carlsbad, CA.....											295.761	301.520	302.564	2.6	2.3	0.3	277.832	284.856	284.272	2.3	2.3	-0.2
Urban Hawaii.....											279.005	282.248	283.683	0.9	1.7	0.5	274.941	279.140	280.946	1.1	2.2	0.6
BI-MONTHLY DATA (Published for even months)											Indexes			Percent Change			Indexes			Percent Change		
											Year ending		2 Months ending		Year ending		2 Months ending					
											Dec 2018	Oct 2019	Dec 2019	Oct 2019	Dec 2019	Dec 2018	Oct 2019	Dec 2019	Oct 2019	Dec 2019	Dec 2019	
Phoenix-Mesa-Scottsdale, AZ ⁴											140.083	145.833	144.910	3.8	3.4	-0.6	138.231	144.494	143.285	3.9	3.7	-0.8
San Francisco-Oakland-Hayward, CA.....											289.896	298.443	297.007	3.0	2.5	-0.5	283.278	291.707	289.456	3.0	2.2	-0.8
Seattle-Tacoma-Bellevue, WA.....											273.293	278.682	279.421	2.2	2.2	0.3	269.470	274.358	274.954	1.7	2.0	0.2
Urban Alaska.....											226.537	227.552	226.527	-0.3	0.0	-0.5	223.996	225.143	224.251	-0.2	0.1	-0.4
¹ Population over 2,500,000											² Population 2,500,000 and under, Dec 1996 = 100			³ Dec 2017=100			⁴ Dec 2001=100			Dash (-) = Not available		

NOTE: In January 2018, BLS introduced a new geographic area sample for the Consumer Price Index (CPI): www.bls.gov/regions/west/factsheet/2018cpirevisionwest.pdf
1967=100 base year indexes and historical tables including semiannual and annual average data are available at: www.bls.gov/regions/west/data/cpi_tables.pdf

Release date February 13, 2020. The next release date is scheduled for March 11, 2020. For questions, please contact us at BLSinfoSF@bls.gov or (415) 625-2270.